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JUNE 22, 1981

PARTIAL RELINQUISHMENT AND READJUSTMENT OF CLAY LEASE - ML 25409 CONTINUED

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The lease amendment provides for relinquishment of 1432.75 acres as follows:

T7S, R1W, SLM

Utah County

Section 17: N $\frac{1}{2}$ , SW $\frac{1}{4}$ , NW $\frac{1}{4}$ SE $\frac{1}{4}$ , S $\frac{1}{2}$ SE $\frac{1}{4}$   
Section 18: E $\frac{1}{2}$ NE $\frac{1}{4}$ ; Section 19: E $\frac{1}{2}$ E $\frac{1}{2}$   
Section 20: E $\frac{1}{2}$ SE $\frac{1}{4}$  (Lots 1,8,15,16), E $\frac{1}{2}$ NE $\frac{1}{4}$   
Section 29: Lots 8,9,10,11,12,17,18  
Section 30: E $\frac{1}{2}$ E $\frac{1}{2}$

The lease amendment retains 520.30 acres as follows:

T7S, R1W, SLM

Utah County

Section 20: NW $\frac{1}{4}$ , E $\frac{1}{2}$ NE $\frac{1}{4}$ , Lots 2,3,5,6,7,12,13,14

The lease amendment extends the lease to May 27, 1988, without production by payment of an annual minimum royalty starting at the rate of \$4.00 per acre for lease year 1981-1982 and, thereafter, increasing annually at the rate of \$1.00 per acre through the twentieth year (1988). The lease will not be extended beyond the twentieth year without production.

The lease amendment further provides that annual rentals will be increased from 50¢/acre to \$1.00/acre, and that production royalty be increased from 10¢/S.T. to 25¢/S.T. Annual rental and annual minimum royalty may be credited toward production royalty for a year in which production occurs.

Upon recommendation of Mr. Blake, the Director approved the amendment of these lease terms, effective May 27, 1981.

ACCEPTANCE OF BOND ON CLAY LEASE - ML 25409

Filtrol Corporation has submitted surety bond #8089-6733 in the amount of \$25,000 with Federal Insurance Company as surety to cover mining operations on the above numbered lease in accordance with terms and conditions of the lease as amended May 27th, 1981.

The bond appears in order and upon recommendation of Mr. Blake, the Director approved this bond.

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PARTIAL RELINQUISHMENT OF OIL, GAS AND HYDROCARBON LEASE - ML 35782

Mr. Donald W. Ziska, lessee under Oil, Gas, and Hydrocarbon lease ML 35782 has filed a relinquishment of part of the lands in this lease. The lease should be amended to delete the relinquished lands. Upon recommendation of Mr. Prince, the Director approved the relinquishment of these lands and offering them for lease by simultaneous bid.

ML 35782

Relinquished lands--  
T5S, R24E, SLM.

Sec. 36: N $\frac{1}{2}$ N $\frac{1}{2}$

160.00 acres

Uintah

Retained lands--  
T5S, R24E, SLM.

Sec. 36: S $\frac{1}{2}$ NW $\frac{1}{4}$

80.00 acres

Uintah

6/22/81

vp

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